# GOVERNMENT OF INDIA
# HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
# LOK SABHA

UNSTARRED QUESTION NO:1675
ANSWERED ON:25.07.2002
PROFIT LOSS IN HEC RANCHI
BRAJ MOHAN RAM

**Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:**

(a) the order book position of Jharkhand based Heavy Engineering Corporation as on date;

(b) the profit/loss account of HEC Ranchi during the last three years, year-wise;

(c) the financial aid provided by the Government to HEC during each of the last three years; and

(d) the steps taken or proposed to be taken by the Government to bring down its losses and make it profit earning?

## Answer

MINISTER OF STATE IN THE MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (DR. VALLABHBHAI KATHIRIA)

(a) The order book position of HEC as on date is Rs.105 csrores (approx.)

(b) Losses suffered by HEC during last three years are as under:-

(Rupees in lakhs)

| 1999-2000 | 2000-2001 | 2001-2002 |
|---|---|---|
| 5702 | 18807 | 12810 |

(c) Government has provided following financial aid in the form of Plan/Non-plan loans and grant-in-aid, to HEC during last three years as under:-

(Rupees in lakhs)

| 1999-2000 | 2000-2001 | 2001-2002 | Total |
|---|---|---|---|
| 6472 | 10736 | 13757 | 30965 |

(d) The Company`s efforts to improve its order book position include entering new areas of business like refurbishing/reconditioning, annual maintenance contracts (AMCs) of shovels and machine tools, reduction in manpower through VRS, reduction of overhead costs like expenses on township, Central Industrial Security Force, social overheads, power costs and through increase in generation of funds from disposable assets.